

**STATE FIRE AND TORNADO FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2008**

	November-08				October-08				September-08				Current FYTD	Prior Year FY08	3 Years Ended 6/30/2008	5 Years Ended 6/30/2008
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
Los Angeles Capital	506,187	2.3%	2.8%	-7.37%	569,041	2.5%	2.8%	-16.95%	673,147	2.7%	2.8%	-12.89%	-32.98%	-7.79%	7.68%	N/A
<b>Total Structured Growth</b>	<b>506,187</b>	<b>2.3%</b>	<b>2.8%</b>	<b>-7.37%</b>	<b>569,041</b>	<b>2.5%</b>	<b>2.8%</b>	<b>-16.95%</b>	<b>673,147</b>	<b>2.7%</b>	<b>2.8%</b>	<b>-12.89%</b>	<b>-32.98%</b>	<b>-7.79%</b>	<b>7.68%</b>	<b>9.56%</b>
<i>Russell 1000 Growth</i>				-7.95%				-17.61%				-12.33%	-33.51%	-5.96%	5.91%	7.32%
<i>Structured Value</i>																
<b>LSV</b>	<b>461,343</b>	<b>2.1%</b>	<b>2.8%</b>	<b>-7.22%</b>	<b>517,972</b>	<b>2.3%</b>	<b>2.8%</b>	<b>-20.01%</b>	<b>636,013</b>	<b>2.5%</b>	<b>2.8%</b>	<b>-6.65%</b>	<b>-30.72%</b>	<b>-21.43%</b>	<b>3.81%</b>	<b>11.57%</b>
<i>Russell 1000 Value</i>				-7.17%				-17.31%				-6.11%	-27.93%	-18.78%	3.53%	8.92%
<i>Russell 1000 Enhanced Index</i>																
<b>LA Capital</b>	<b>785,069</b>	<b>3.6%</b>	<b>3.6%</b>	<b>-6.72%</b>	<b>1,155,617</b>	<b>5.2%</b>	<b>5.6%</b>	<b>-15.71%</b>	<b>1,360,115</b>	<b>5.4%</b>	<b>5.6%</b>	<b>-9.52%</b>	<b>-28.86%</b>	<b>-9.54%</b>	<b>6.97%</b>	<b>N/A</b>
<i>Russell 1000</i>				-7.56%				-17.46%				-9.35%	-30.83%	-12.36%	4.81%	
<i>S&amp;P 500 Enhanced Index</i>																
<b>Westridge</b>	<b>1,059,815</b>	<b>4.9%</b>	<b>3.6%</b>	<b>-7.08%</b>	<b>1,187,935</b>	<b>5.3%</b>	<b>5.6%</b>	<b>-16.71%</b>	<b>1,401,200</b>	<b>5.6%</b>	<b>5.6%</b>	<b>-8.06%</b>	<b>-28.84%</b>	<b>-12.18%</b>	<b>4.98%</b>	<b>N/A</b>
<i>S&amp;P 500</i>				-7.18%				-16.79%				-8.37%	-29.23%	-13.12%	4.41%	
<i>Index</i>																
State Street	161,535			-7.75%	368,292			-17.05%	439,533			-11.64%	-32.38%	-18.24%	2.93%	6.64%
<b>Total 130/30</b>	<b>161,535</b>	<b>0.7%</b>	<b>1.9%</b>	<b>-7.75%</b>	<b>368,292</b>	<b>1.6%</b>	<b>1.9%</b>	<b>-17.05%</b>	<b>439,533</b>	<b>1.8%</b>	<b>1.9%</b>	<b>-11.64%</b>	<b>-32.38%</b>	<b>-18.24%</b>	<b>2.93%</b>	<b>6.64%</b>
<i>S&amp;P 500</i>				-7.18%				-16.79%				-8.37%	-29.23%	-13.12%	4.41%	7.59%
<i>Temporary Asset Allocation (Enhanced)</i>																
<b>Clifton Group (moved from fixed 11/1/08)</b>	<b>894,856</b>	<b>4.1%</b>	<b>4.1%</b>	<b>-7.91%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>S&amp;P 500</i>				-7.18%												
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>3,868,803</b>	<b>17.8%</b>	<b>18.8%</b>	<b>-7.27%</b>	<b>3,798,856</b>	<b>16.9%</b>	<b>18.8%</b>	<b>-16.94%</b>	<b>4,510,008</b>	<b>18.1%</b>	<b>18.8%</b>	<b>-9.42%</b>	<b>-30.23%</b>	<b>-12.71%</b>	<b>5.68%</b>	<b>9.31%</b>
<i>S&amp;P 500</i>				-7.18%				-16.79%				-8.37%	-29.23%	-13.12%	4.41%	7.59%
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
<b>SEI</b>	<b>13</b>	<b>0.0%</b>	<b>1.2%</b>	<b>N/A</b>	<b>567,998</b>	<b>2.5%</b>	<b>3.1%</b>	<b>-22.99%</b>	<b>721,233</b>	<b>2.9%</b>	<b>3.1%</b>	<b>-6.64%</b>	<b>N/A</b>	<b>-20.93%</b>	<b>2.06%</b>	<b>9.10%</b>
<i>Russell 2000 + 200bp</i>				-11.66%				-20.64%				-0.61%	-30.32%	-14.48%	5.88%	12.50%
<i>Enhanced</i>																
<b>Research Affiliates</b>	<b>531,828</b>	<b>2.4%</b>	<b>1.2%</b>	<b>-12.63%</b>	<b>626,830</b>	<b>2.8%</b>	<b>3.1%</b>	<b>-21.05%</b>	<b>778,828</b>	<b>3.1%</b>	<b>3.1%</b>	<b>-2.34%</b>	<b>-32.63%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 2000</i>				-11.83%				-20.80%				-1.11%	-30.95%			
<i>Temporary Asset Allocation (Enhanced)</i>																
<b>Clifton</b>	<b>847,127</b>	<b>3.9%</b>	<b>3.9%</b>	<b>-11.16%</b>	<b>689</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 2000</i>				-11.83%												
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>1,378,968</b>	<b>6.3%</b>	<b>6.3%</b>	<b>-11.73%</b>	<b>1,195,517</b>	<b>5.3%</b>	<b>6.3%</b>	<b>-21.98%</b>	<b>1,500,060</b>	<b>6.0%</b>	<b>6.3%</b>	<b>-4.46%</b>	<b>-34.21%</b>	<b>-21.14%</b>	<b>1.97%</b>	<b>9.04%</b>
<i>Russell 2000</i>				-11.83%				-20.80%				-1.11%	-30.95%	-16.19%	3.79%	10.29%
<b>INTERNATIONAL EQUITY</b>																
<i>Large Cap - Active</i>																
Capital Guardian	867,182	4.0%	4.0%	-3.87%	747,130	3.3%	4.0%	-19.54%	932,431	3.7%	4.0%	-19.12%	-37.45%	-12.37%	12.24%	14.35%
LSV	847,919	3.9%	4.0%	-5.09%	738,344	3.3%	4.0%	-20.12%	923,826	3.7%	4.0%	-17.02%	-37.10%	-25.78%	7.37%	N/A
<b>Total Large Cap - Active</b>	<b>1,715,101</b>	<b>7.9%</b>	<b>8.0%</b>	<b>-4.48%</b>	<b>1,485,474</b>	<b>6.6%</b>	<b>8.0%</b>	<b>-19.83%</b>	<b>1,856,256</b>	<b>7.4%</b>	<b>8.0%</b>	<b>-18.09%</b>	<b>-37.28%</b>	<b>-19.29%</b>	<b>9.83%</b>	<b>13.46%</b>
<i>MSCI EAFE - 50% Hedged</i>				-4.98%				-17.28%				-16.79%	-34.59%	-15.14%	10.93%	14.67%
<i>Small Cap - Value</i>																
DFA	216,753	1.0%	1.0%	-5.55%	166,847	0.7%	1.0%	-21.76%	213,262	0.9%	1.0%	-20.83%	-41.49%	N/A	N/A	N/A
<b>Total Small Cap Value</b>	<b>216,753</b>	<b>1.0%</b>	<b>1.0%</b>	<b>-5.55%</b>	<b>166,847</b>	<b>0.7%</b>	<b>1.0%</b>	<b>-21.76%</b>	<b>213,262</b>	<b>0.9%</b>	<b>1.0%</b>	<b>-20.83%</b>	<b>-41.49%</b>	<b>-12.74%</b>	<b>9.30%</b>	<b>17.27%</b>
<i>S&amp;P/Citigroup Broad Market Index &lt; \$2BN</i>				-3.70%				-23.80%				-23.50%	-43.86%	-25.49%	7.39%	17.33%
<i>Small Cap - Growth</i>																
<b>Vanguard</b>	<b>207,034</b>	<b>1.0%</b>	<b>1.0%</b>	<b>-4.94%</b>	<b>155,358</b>	<b>0.7%</b>	<b>1.0%</b>	<b>-24.14%</b>	<b>204,591</b>	<b>0.8%</b>	<b>1.0%</b>	<b>-25.01%</b>	<b>-45.92%</b>	<b>-17.52%</b>	<b>11.77%</b>	<b>20.18%</b>
<i>Citigroup Broad Market Index &lt; \$2BN</i>				-3.70%				-23.80%				-23.50%	-43.86%	-25.49%	7.39%	17.33%
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>2,138,888</b>	<b>9.8%</b>	<b>10.0%</b>	<b>-4.62%</b>	<b>1,807,680</b>	<b>8.1%</b>	<b>10.0%</b>	<b>-20.40%</b>	<b>2,274,109</b>	<b>9.1%</b>	<b>10.0%</b>	<b>-19.01%</b>	<b>-38.51%</b>	<b>-18.83%</b>	<b>9.79%</b>	<b>14.56%</b>

STATE FIRE AND TORNADO FUND  
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MSCI EAFE - 50% Hedged

November-08				October-08				September-08				Current FYTD	Prior Year FY08	3 Years Ended 6/30/2008	5 Years Ended 6/30/2008
Allocation		Month		Allocation		Month		Allocation		Quarter		Net	Net	Net	Net
Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR				
-4.98%				-17.28%				-16.79%				-34.59%	-15.14%	10.93%	14.67%

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	November-08				October-08				September-08				Current FYTD	Prior Year FY08	3 Years Ended 6/30/2008	5 Years Ended 6/30/2008
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
<b>DOMESTIC FIXED INCOME</b>																
<i>Core Bond</i>																
<b>Western Asset</b>	<b>3,929,458</b>	<b>18.0%</b>	<b>17.1%</b>	<b>-1.12%</b>	<b>3,991,753</b>	<b>17.8%</b>	<b>17.1%</b>	<b>-6.68%</b>	<b>4,199,163</b>	<b>16.8%</b>	<b>17.1%</b>	<b>-5.05%</b>	<b>-12.38%</b>	<b>2.06%</b>	<b>2.76%</b>	<b>3.55%</b>
<i>BC Aggregate</i>				3.25%				-2.36%				-0.49%	0.33%	7.12%	4.09%	3.86%
<i>Mortgage Backed</i>																
<b>Hyperion</b>	<b>666,605</b>	<b>3.1%</b>	<b>4.4%</b>	<b>-16.41%</b>	<b>772,340</b>	<b>3.4%</b>	<b>4.4%</b>	<b>-7.36%</b>	<b>808,140</b>	<b>3.2%</b>	<b>4.4%</b>	<b>-21.09%</b>	<b>-38.90%</b>	<b>-20.24%</b>	<b>N/A</b>	<b>N/A</b>
<i>BC Global Aggregate (US Securitized Portion)</i>				0.00%				-3.66%				-1.46%	-5.07%	10.14%		
<i>Core Plus/Enhanced</i>																
Clifton Group	-	0.0%	4.4%	N/A	1,291,292	5.8%	4.4%	-0.25%	1,279,017	5.1%	4.4%	0.43%	N/A	10.17%	N/A	N/A
Prudential	1,231,520	5.7%	4.4%	1.44%	1,214,487	5.4%	4.4%	-5.21%	1,246,271	5.0%	4.4%	-1.35%	-5.15%	4.89%	N/A	N/A
<b>Total Core Plus/Enhanced</b>	<b>1,231,520</b>	<b>5.7%</b>	<b>8.8%</b>	<b>1.44%</b>	<b>2,505,780</b>	<b>11.2%</b>	<b>8.8%</b>	<b>-2.70%</b>	<b>2,525,288</b>	<b>10.1%</b>	<b>8.8%</b>	<b>-0.46%</b>	<b>-1.76%</b>	<b>7.55%</b>	<b>N/A</b>	<b>N/A</b>
<i>BC Aggregate</i>				3.25%				-2.36%				-0.49%	0.33%	7.12%		
<i>Index</i>																
<b>Bank of ND</b>	<b>2,290,823</b>	<b>10.5%</b>	<b>7.7%</b>	<b>4.93%</b>	<b>2,191,245</b>	<b>9.8%</b>	<b>7.7%</b>	<b>-2.32%</b>	<b>2,201,874</b>	<b>8.8%</b>	<b>7.7%</b>	<b>-1.24%</b>	<b>1.23%</b>	<b>7.68%</b>	<b>3.93%</b>	<b>3.28%</b>
<i>BC Gov/Credit (1)</i>				4.43%				-2.51%				-1.64%	0.15%	7.24%	3.84%	3.24%
<i>BBB Average Quality</i>																
<b>Wells Capital (formerly Strong)</b>	<b>4,126,167</b>	<b>19.0%</b>	<b>17.1%</b>	<b>2.27%</b>	<b>4,030,949</b>	<b>18.0%</b>	<b>17.1%</b>	<b>-7.91%</b>	<b>4,305,242</b>	<b>17.2%</b>	<b>17.1%</b>	<b>-3.67%</b>	<b>-9.27%</b>	<b>3.55%</b>	<b>3.04%</b>	<b>3.85%</b>
<i>BC US Credit BAA</i>				2.82%				-10.95%				-4.85%	-12.87%	2.62%	2.52%	3.59%
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>12,244,573</b>	<b>56.2%</b>	<b>55.0%</b>	<b>0.38%</b>	<b>13,492,066</b>	<b>60.2%</b>	<b>55.0%</b>	<b>-5.69%</b>	<b>14,039,706</b>	<b>56.2%</b>	<b>55.0%</b>	<b>-4.37%</b>	<b>-9.48%</b>	<b>2.32%</b>	<b>3.89%</b>	<b>5.04%</b>
<i>BC Aggregate (2)</i>				3.25%				-2.36%				-0.49%	0.33%	7.12%	4.09%	3.73%
<b>CASH EQUIVALENTS</b>																
<b>Bank of ND</b>	<b>2,140,733</b>	<b>9.8%</b>	<b>10.0%</b>	<b>0.11%</b>	<b>2,129,133</b>	<b>9.5%</b>	<b>10.0%</b>	<b>0.13%</b>	<b>2,659,849</b>	<b>10.6%</b>	<b>10.0%</b>	<b>0.48%</b>	<b>0.72%</b>	<b>3.43%</b>	<b>4.10%</b>	<b>3.38%</b>
<i>90 Day T-Bill</i>				0.10%				0.11%				0.63%	0.85%	3.63%	4.27%	3.18%
<b>TOTAL FIRE &amp; TORNADO FUND</b>	<b>21,771,965</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-1.99%</b>	<b>22,423,251</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-9.42%</b>	<b>24,983,732</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-6.25%</b>	<b>-16.78%</b>	<b>-4.00%</b>	<b>4.35%</b>	<b>5.92%</b>
<i>POLICY TARGET BENCHMARK</i>				-0.78%				-7.46%				-3.56%	-11.46%	-0.90%	5.01%	5.95%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.